



DEFENSE CONTRACT AUDIT AGENCY  
DEPARTMENT OF DEFENSE  
8725 JOHN J. KINGMAN ROAD, SUITE 2135  
FORT BELVOIR, VA 22060-6219

IN REPLY REFER TO

PPD 730.3.b/2001-013

February 9, 2001  
01-PPD-016(R)

MEMORANDUM FOR REGIONAL DIRECTORS, DCAA  
DIRECTOR, FIELD DETACHMENT, DCAA  
HEADS OF PRINCIPAL STAFF ELEMENTS

SUBJECT: Audit Management Guidance on Travel Costs for Audit Support Associated with Purchase of Military Technology and Equipment from Russian and Chinese Governments

The enclosed Deputy Secretary of Defense memorandum, *Policy Guidance for Purchase of Military Equipment*, dated January 11, 2001, requires coordination of travel costs incurred by members of the armed forces, DoD employees, or employees of DoD contracts, related to the purchase of military technology and equipment from Russian and Chinese governments or entities representing those governments, with the Office of the Under Secretary for Policy (USD(P)) and the Office of the Assistant Secretary of Defense for Command, Control, Communications and Intelligence (ASD(C3I)) **prior to commencement of such travel**. Travel to be incurred by DCAA employees for audit support associated with the purchase of military technology and equipment from Russian and Chinese governments or entities representing those governments is subject to the coordination requirements of the enclosed memorandum.

The required coordination of DCAA travel will be performed by a single DCAA point of contact: Headquarters, Policy Programs Division (PPD). Therefore, prior to commencement of travel for audit support associated with the purchase of military technology and equipment from Russian and Chinese governments or entities representing those governments, field audit office (FAO) personnel should coordinate with the regional office. Regional offices should coordinate travel for FAO personnel and regional personnel with Headquarters, PPD. Headquarters personnel (e.g., procurement liaison auditors, financial advisors) should coordinate with PPD through the appropriate HPSE.

FAO personnel with questions should contact the regional office. Regional or Headquarters personnel with questions should contact Patricia Letzler, Program Manager, Policy Programs Division, at (703) 767-2270 or DCAA-PPD@dcaa.mil.

/SIGNED/ Robert DiMucci  
(for)

Lawrence P. Uhlfelder  
Assistant Director  
Policy and Plans

Enclosure:

Deputy Secretary of Defense Memorandum, dated January 11, 2001

DISTRIBUTION: C



DEPUTY SECRETARY OF DEFENSE

1010 DEFENSE PENTAGON  
WASHINGTON, DC 20301-1010

JAN 11 2001

MEMORANDUM FOR SECRETARIES OF THE MILITARY DEPARTMENTS  
CHAIRMAN OF THE JOINT CHIEFS OF STAFF  
DIRECTORS OF THE DEFENSE AGENCIES

SUBJECT: Policy Guidance for Purchase of Military Equipment

The purpose of this memorandum is to provide policy guidance on all future Department activities with respect to the purchase of military technology and equipment from the Russian and Chinese governments or entities representing those governments.

It is the Department's policy that all such activities be coordinated with the Office of the Under Secretary for Policy (USD(P)) and the Office of the Assistant Secretary of Defense for Command, Control, Communications and Intelligence (ASD(C3I)) prior to any direct contact with the governments in question or their representatives. It is also Department policy that any Department-funded travel by members of the armed forces, DoD employees or employees of DoD contracts associated with the purchase of military technology and equipment from the Russian and Chinese governments or entities representing those governments be coordinated with the above offices prior to the commencement of such travel.

ASD(C3I), in coordination with USD(P), will provide amplifying guidance to implement this policy within thirty days.

  
Rudy de Leon

U16594 /00

ENCLOSURE